

SENATE BILL 890

By Hensley

AN ACT to amend Tennessee Code Annotated, Section  
37-5-121, relative to grants and contracts.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 37-5-121(d), is amended by deleting the last sentence in the subsection and substituting instead the following:

The department may use performance requirements or incentives in determining the amounts payable in contracts or grants, except that the initial amount of the grant or contract shall not be decreased and no financial penalties shall be incurred by the grant or contract recipients based on performance requirements.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.